CAPTION: Docket No. 2008-1166-WR-E. Consideration of a Field Citation assessing administrative penalties and requiring certain actions of EnCana Oil & Gas (USA) Inc. in Johnson County; RN104417159; for water rights violations pursuant to Tex. Water Code ch. 11 and the rules of the Texas Commission on Environmental Quality. (Melissa Keller, Bryan Sinclair)

Texas Commission on Environmental Quality

INTEROFFICE MEMORANDUM

To:

Office of General Counsel

Date:

August 5, 2008

From:

Enforcement Division

Subject:

Field Citation Compliance Certification

EnCana Oil & Gas (USA) Inc. (Oil & gas exploration)

Docket No. 2008-1166-WR-E, RN104417159

Regarding the enforcement action listed above, the penalties have been paid and corrective actions have been verified complete by the Field Operations Division.

If there are any questions, please contact Bryan Sinclair of my staff at 239-2171.



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY (TCEQ) FIELD CITATION

Field Citation No.

REGION ULI nvestigation Date: 64 /25 /2008 Time: 1 :00 MAM Investigator Signature: nvestigator Name: CN No. 601451149 and GasiusA) Inc Lorand Responsible Party (RP): RN No. Regulated Entity: 1405401 Physical Address: 1-1. Well / Mar An investigation was conducted at the regulated entity named above. The following violation(s), with a checked box and assessed penalty, are alleged against the responsible party named above: ASSESSED PENALTY Rules Cited - - - 3 ALLEGED VIOLATION TEX: ADMIN. CODE (TAC) Fallure, by an installer, to ensure that an authorization to construct has been 30 TAC §283.61(4) issued prior to beginning construction of an On-site Sewage Facility (OSSF) 30 TAC \$337.4 (f) Purchasing the dry cleaning solvent perchloroethylene with a nonperchloroethylene registration Distributing or selling dry cleaning solvent perchloroethylene without 30 TAC §337.12(a)(1) proper registration \$ 100 (≤ 30 days overdue Failure to obtain a valid, current Dry Cleaning Facility Registration 30 TAC §337.10(a)(1) or # days ____ x \$4 = \$ 30 TAC §337,11(e) Tex. Water Code §11.08 Impounding, diverting, or using state water without a required permit. TEX. WATER CODE §11.12 30 TAC §281,25(a)(4) Fallure to obtain a Construction General Permit (stormwater) -30 TAC \$281.25(a)(4) Failure to obtain a Multi-Sector General Permit (stormwater) 30 TAC §30.5 (a) Fallure to obtain a required occupational license (Program: TOTAL vestigator Continents: uncluding corrective action) ASSESSED PENALTY: A hind 1021 besteld. FYOU CHOOSE TO SETTLE the alleged violation(s) within 30 days from the investigation date noted above, please submit this form with the Authorized Representative's original signature AND check of money order for the total assessed penalty to the address below. Please include the Field Citation No. on your payment method. Financial Administration Division, MC 214. Texas Commission on Environmental Quality 5. PO Box 13088 Austin, Texas 78711-3088 Sertification of completed corrective action for each alleged violation must be submitted to the TCEQ region address circled on the back of this form within 15 days from the investigation date. Your signature below and penalty payment within 30 days from the investigation date indicates that you will correct the alleged itolation(s). Failure to provide documentation of completed corrective action within 45 days may result in additional penalties. The RP named above generally denies the alleged violation(s) with an assessed benalty above. Payment of the penalty is made only in the interest of settlement. As an Authorized Representative I understand that by signing this citation and agreeing to pay the administrative penalty, I waive certain procedural rights, including the right to ormat notice of violation(s) alleged in this citation, noticing appeal. Authorized Representative Signature FOR COMMISSION USE ONLY FYOU CHOOSE TO CONTEST the alleged violation(s) in this citation, notify the investigator named above. The alleged violation(s) above will be referred to the TCEQ's Enforcement Division. Please be aware this Field Citation total assessed penalty amount will no longer be available. FAILURE TO RESPOND TO THIS CITATION: If you fail to pay the assessed penalty, the TCEQ Enforcement Division will pursue further enforcement action including

assessment of increased administrative penalties. Financial mability to pay the penalty does not excuse failure to respond to and correct the alleged violation(s).

Water (CWTR) ☐ Waste/Multimedia (CWST) ☐ Air (CAIR) ☐ Dry Cleaner (CDRY)

White Dailed to RP On-site → Yellow - Certified Copy Mailed to RP Pink - Region Copy Goldenrod - Central Records